

**STATE FIRE AND TORNADO FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2003**

	March-03					December-02				September-02				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Quarter	Month	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Fiscal YTD	FY02	Ended	Ended
				Net ROR	Net ROR				Net ROR				Net ROR	Net	Net	6/30/2002	6/30/2002
																Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																	
<i>Structured Growth</i>																	
AllianceBernstein	416,975	2.7%	2.3%	-0.09%	3.24%	301,198	2.0%	2.3%	2.89%	273,722	1.9%	2.3%	-13.54%	-11.11%	-28.65%	-16.80%	N/A
Russell 1000 Growth				-1.07%	1.86%				7.15%				-15.05%	-9.95%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																	
LSV	314,030	2.1%	2.3%	-5.73%	0.03%	337,813	2.2%	2.3%	6.53%	296,626	2.1%	2.3%	-18.60%	-18.25%	2.41%	5.40%	N/A
Russell 1000 Value				-4.86%	0.17%				9.22%				-18.77%	-15.60%	-8.96%	-2.92%	N/A
<i>S&amp;P 500 Index</i>																	
State Street	1,565,503	10.3%	10.5%	-3.17%	0.96%	1,573,464	10.3%	10.5%	8.41%	1,357,318	9.5%	10.5%	-17.26%	-13.14%	-18.03%	-9.27%	3.58%
S&P 500				-3.15%	0.97%				8.44%				-17.28%	-13.13%	-17.99%	-9.18%	3.67%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>2,296,508</b>	<b>15.1%</b>	<b>15.0%</b>	<b>-3.02%</b>	<b>1.16%</b>	<b>2,212,476</b>	<b>14.5%</b>	<b>15.0%</b>	<b>7.34%</b>	<b>1,927,666</b>	<b>13.5%</b>	<b>15.0%</b>	<b>-16.96%</b>	<b>-13.55%</b>	<b>-16.89%</b>	<b>-8.30%</b>	<b>3.74%</b>
S&P 500				-3.15%	0.97%				8.44%				-17.28%	-13.13%	-17.99%	-9.18%	3.67%
<b>SMALL CAP DOMESTIC EQUITY</b>																	
<i>Manager-of-Managers</i>																	
SEI	681,531	4.5%	5.0%	-4.21%	1.25%	711,485	4.7%	5.0%	4.91%	678,217	4.8%	5.0%	-19.31%	-18.91%	-11.77%	N/A	N/A
Russell 2000 + 200bp				-4.00%	1.46%				6.68%				-20.97%	-19.06%	-7.96%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>681,531</b>	<b>4.5%</b>	<b>5.0%</b>	<b>-4.21%</b>	<b>1.25%</b>	<b>711,485</b>	<b>4.7%</b>	<b>5.0%</b>	<b>4.91%</b>	<b>678,217</b>	<b>4.8%</b>	<b>5.0%</b>	<b>-19.31%</b>	<b>-18.91%</b>	<b>-11.69%</b>	<b>2.22%</b>	<b>4.32%</b>
Russell 2000				-4.49%	1.29%				6.16%				-21.40%	-20.30%	-8.59%	1.67%	4.44%
<b>CONVERTIBLES</b>																	
TCW	1,546,389	10.1%	10.0%	1.16%	1.40%	1,528,419	10.0%	10.0%	8.15%	1,413,223	9.9%	10.0%	-10.05%	-1.60%	-20.37%	-2.22%	N/A
First Boston Convertible Index				3.82%	1.48%				9.83%				-8.47%	4.36%	-12.44%	0.11%	N/A
<b>INTERNATIONAL EQUITY</b>																	
<i>Large Cap - Active</i>																	
Capital Guardian	1,416,781	9.3%	9.0%	-10.00%	-3.23%	1,383,531	9.1%	9.0%	7.30%	1,292,928	9.1%	10.0%	-20.58%	-23.30%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				-9.03%	-2.22%				4.04%				-20.02%	-24.30%	-14.62%	-7.32%	-1.89%
<i>Small Cap - Value</i>																	
Lazard	159,504	1.0%	1.0%	-7.11%	-0.35%	151,137	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				-2.09%	-0.40%				N/A				N/A	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>1,576,285</b>	<b>10.3%</b>	<b>10.0%</b>	<b>-9.71%</b>	<b>-2.95%</b>	<b>1,534,667</b>	<b>10.1%</b>	<b>10.0%</b>	<b>7.81%</b>	<b>1,292,928</b>	<b>9.1%</b>	<b>10.0%</b>	<b>-20.58%</b>	<b>-22.69%</b>	<b>-12.10%</b>	<b>-2.96%</b>	<b>2.87%</b>
MSCI EAFE - 50% Hedged				-9.03%	-2.22%				4.04%				-20.02%	-24.30%	-14.62%	-7.32%	-1.89%
<b>DOMESTIC FIXED INCOME</b>																	
<i>Core Bond</i>																	
Western Asset	3,979,417	26.1%	25.0%	2.16%	-0.38%	3,997,839	26.3%	25.0%	2.96%	3,856,184	27.0%	25.0%	3.51%	8.87%	8.36%	8.53%	7.80%
Lehman Aggregate				1.39%	-0.08%				1.57%				4.58%	7.70%	8.62%	8.10%	7.57%
<i>Index</i>																	
Bank of ND	2,187,507	14.3%	15.0%	1.65%	-0.14%	2,120,738	13.9%	15.0%	1.65%	2,160,079	15.1%	15.0%	5.96%	9.49%	8.38%	7.79%	7.42%
Bank of ND CD'S	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
<b>Total Index</b>	<b>2,187,507</b>	<b>14.3%</b>	<b>15.0%</b>	<b>1.65%</b>	<b>-0.14%</b>	<b>2,120,738</b>	<b>13.9%</b>	<b>15.0%</b>	<b>1.65%</b>	<b>2,160,079</b>	<b>15.1%</b>	<b>15.0%</b>	<b>5.96%</b>	<b>9.49%</b>	<b>8.14%</b>	<b>7.66%</b>	<b>7.30%</b>
Lehman Gov/Credit				1.65%	-0.13%				1.73%				5.70%	9.29%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>																	
Strong	1,685,497	11.0%	10.0%	3.29%	0.69%	1,608,132	10.6%	10.0%	4.48%	1,528,897	10.7%	10.0%	3.08%	11.24%	N/A	N/A	N/A
Lehman US Credit BAA				3.40%	0.54%				4.59%				2.70%	11.06%	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>7,852,421</b>	<b>51.5%</b>	<b>50.0%</b>	<b>1.63%</b>	<b>-0.09%</b>	<b>7,726,709</b>	<b>50.8%</b>	<b>50.0%</b>	<b>2.89%</b>	<b>7,545,160</b>	<b>52.9%</b>	<b>50.0%</b>	<b>4.11%</b>	<b>8.86%</b>	<b>7.55%</b>	<b>7.88%</b>	<b>7.42%</b>
Lehman Gov/Credit				1.65%	-0.13%				1.73%				5.70%	9.29%	8.24%	7.86%	7.47%
<b>CASH EQUIVALENTS</b>																	
Bank of ND	1,300,898	8.5%	10.0%	0.35%	0.12%	1,503,212	9.9%	10.0%	0.41%	1,406,182	9.9%	10.0%	0.48%	1.25%	2.41%	4.76%	4.99%
90 Day T-Bill				0.30%	0.12%				0.43%				0.45%	1.19%	2.63%	4.68%	4.84%
<b>TOTAL FIRE &amp; TORNADO FUND</b>	<b>15,254,031</b>	<b>100.00%</b>	<b>100.00%</b>	<b>-0.39%</b>	<b>0.01%</b>	<b>15,216,968</b>	<b>100.00%</b>	<b>100.00%</b>	<b>4.10%</b>	<b>14,263,375</b>	<b>100.00%</b>	<b>100.00%</b>	<b>-4.65%</b>	<b>-1.13%</b>	<b>-2.37%</b>	<b>3.05%</b>	<b>6.30%</b>
POLICY TARGET BENCHMARK				-0.30%	0.11%				3.96%				-3.96%	-0.46%	-1.42%	2.75%	5.72%

NOTE: Monthly returns and market values are preliminary and subject to change.